

AR15



prospectus 1966

COLLECTIVE FUNDS

A-B-C

Lee JS

Managed by



**COLLECTIVE
INVESTMENTS INC.**

For Systematic Withdrawal Plan as described hereinafter, it should be noted that if the withdrawals are in excess of dividend income from the Fund and net capital appreciation it may result in encroachment or possible exhaustion of the shareholder's original capital.

No Securities Commission or similar authorities in Canada has, in any way, passed upon the merits of the securities offered herein, and any representation to the contrary is an offence.

collective funds — what are they ?

Collective Funds "A", "B" and "C" are three mutual investment funds which gather and pool the savings of a great number of people. This money is then scientifically invested in stocks, bonds or other securities of a large number of government, industrial, commercial and financial institutions.

what are the advantages of such funds ?

Each fund provides for the following main advantages :

- 1) Professional management at low cost of the capital invested;
- 2) The pooling of savings into one portfolio, making for easier and more efficient management;
- 3) Diversification of investments providing a safety factor against any possible down trend in any particular industrial sector.

why three funds ?

Each one of these three Funds meets the requirements of a different class of investor.

Fund "A" is designed for people looking for a reasonable income and a normal appreciation of capital.

Fund "B" is rather directed to people looking for safety of capital and a generous and regular income.

Fund "C" meets the desire of those who are seeking, above all, capital appreciation.

how to purchase the units ?

Cash, through a minimum subscription of \$200. or \$1,000. according to the Fund purchased.

In monthly instalments, through a Systematic Investment Plan of 10 or 15 years.

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PURCHASE METHODS

1. CASH SUBSCRIPTIONS

The minimum subscription for Funds "A" and "C" is \$200. and the minimum subscription for Fund "B" is \$1,000.

2. SYSTEMATIC INVESTMENT PLAN

The Systematic Investment Plan consists of a plan of systematic purchases of participating units in Collective Funds "A", and "C" only. The participant undertakes to make monthly payments of \$10. to \$1,000., at his option, throughout a period of 10 or 15 years. In turn, the Company agrees to purchase participating units and/or fractions thereof with the participant's money and on his behalf, and after deduction of brokerage fees. Brokerage fees thus levied are spread over a period of 10 or 15 years. Dividends are capitalized and used for the purchase of additional units. Within 30 days of the signature of his subscription form, a participant has the right to cancel his contract and to be reimbursed in full the sum of money which he has paid. This plan includes privileges of suspension of payments, of partial withdrawals and, particularly, the privilege of optional insurance on the life of the participant for the unpaid balance of his contract at the time of his death. The maximum coverage that a participant may thus obtain is: a) 10-year Plan: \$48,000. and, b) 15-year Plan: \$54,000. The monthly premium for this insurance is: a) 10-year Plan: \$0.65 per \$1,000. of insurance under risk and, b) 15-year Plan: \$0.70 per \$1,000. of insurance under risk. However if the applicant is more than 50 years old, the insurance premium shall be increased as follows: a) 10-year Plan: \$1.60 per \$1,000. and, b) 15-year Plan: \$1.75 per \$1,000.

3. SYSTEMATIC WITHDRAWAL PLAN

Any person may join the Systematic Withdrawal Plan by subscribing and paying a minimum amount of \$5,000. This person then instructs the Company to pay to him monthly, quarterly, or half-yearly a fixed and constant sum of money to be determined by him. These instalments are paid with the proceeds from the liquidation of the required number of participating units and they are paid until such time as the units owned by the participant have become completely liquidated. All dividends paid on these units are reinvested in the participant's account.

HOWEVER IF THE WITHDRAWALS ARE IN EXCESS OF DIVIDEND INCOME FROM THE FUND AND NET CAPITAL APPRECIATION IT MAY RESULT IN ENCROACHMENT OR POSSIBLE EXHAUSTION OF THE PARTICIPANT'S ORIGINAL CAPITAL.

4. PERSONAL RETIREMENT PLAN

Any person who is a participant in the Personal Retirement Plan is registered with the governmental authorities and his contributions are applied to the purchase of participating units. The minimum amount of each payment is fixed at \$200. Such person may deduct his contributions from his taxable income in the proportions permitted by law.

5. SUBSCRIPTION TO A CURRENT ACCOUNT

The participant, after having subscribed and paid a minimum amount of \$200., may declare, without binding himself, his intention to subscribe an additional fixed sum by way of instalments, the amount and periods of which are left to his own discretion. Such instalments must be of at least \$25. or of multiples of \$25. No certificate is issued before full payment of such subscription, unless the participant requires one sooner.

CERTIFICATE OF PARTICIPATING UNITS

The certificates of participating units are available in registrable form or in bearer form. The certificates in bearer form are issued in denominations of one hundred or five hundred units.

DIVIDENDS

1. DISTRIBUTION

All investment income, after deduction of expenses, is distributed proportionally among the holders of participating units.

The Company may also distribute special dividends payable either in money or in participating units, out of the net profits obtained from the sale of securities in portfolio.

Dividends are declared for the following dates:

	Record	Payment
Fund "A"	April 1st and October 1st	April 15 and October 15
Fund "B"	May 15 and November 15	June 15 and December 15
Fund "C"	December 31	January 31

2. PAYMENT OR REINVESTMENT

Dividends are paid by cheque or reinvested without cost. However, dividends declared on the units held by subscribers to a Systematic Investment Plan are reinvested and in this case, the Company is entitled to administration fees of \$0.008 per unit registered in the participant's account at the time of the declaration of each dividend up to a maximum amount of \$3. per participant.

TAXES

Because they are not incorporated, the Collective Funds are not subject to income tax under the present legislation. Since the net income of the Funds is attributed to the participants, the latter receive every year a statement indicating:

- 1) The amount of dividends paid during the preceding year;
- 2) The amount of dividends from Canadian corporations giving the right to claim a credit of 20% of the tax payable thereon; and
- 3) In the case of investments in non-Canadian enterprises, the credit to be claimed for taxes deducted at source.

FISCAL YEAR

The fiscal year of the Funds ends on September 30 of each year. At the end of each accounting period, the Company shall provide every participant with a copy of the financial statements. At any time the Company shall upon request provide any interested person with these statements.

INTERIM REPORTS

The Company publishes at regular intervals interim reports concerning each of the Funds. Their main purpose is to inform the participants regularly on the progress of the Funds.

The above information is submitted by the President of the Company.

COLLECTIVE FUND "A"

Interim Balance Sheet

as at May 31, 1966

ASSETS

Accrued interest and dividends receivable	\$ 281,428.	
Due by brokers	<u>685,925.</u>	\$ 967,353.

INVESTMENTS: (Note)

	Average cost	Market value	
Bonds	\$13,112,944.	\$12,559,728.	
Shares	<u>18,097,560.</u>	<u>19,383,961.</u>	
	<u>\$31,210,504.</u>	<u>\$31,943,689.</u>	\$31,943,689.
			<u>\$32,911,042.</u>

LIABILITIES

Bank overdraft	\$ 129,966.	
Demand Loan	110,000.	
Due to brokers and accounts payable	<u>447,878.</u>	\$ 687,844.
Net assets of participants (representing \$7.054 per outstanding unit)		<u>\$32,223,198.</u>

ASSETS OF PARTICIPANTS

Redeemable participating units:

4,456,458.230 outstanding as at September 30, 1965	\$29,047,548.	
667,594.350 issued and paid during the period	<u>4,884,509.</u>	
5,124,052.580	<u>\$33,932,057.</u>	
556,232.298 redeemed during the period	<u>4,080,361.</u>	
4,567,820.282 outstanding as at May 31, 1966		\$29,851,696.

Net profit realized on sale of investments:

(calculated on the basis of average cost)

Balance as at September 30, 1965	\$ 1,103,671.	
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Add: realized during the period	<u>315,330.</u>	\$ 1,419,001.
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Unrealized appreciation of investments:

Balance as at September 30, 1965	\$ 2,013,983.	
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Deduct: Unrealized loss of the period	<u>1,280,798.</u>	<u>\$ 733,185.</u>	\$32,003,882.
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Undistributed income		219,316.	
		<u>\$32,223,198.</u>	

Note :

United States investments have been valued as follows :
Cost — At average cost of Funds used for purchase of
investments,
Market value — Converted at the selling exchange rate
prevailing as at May 31, 1966.

Signed on behalf of the company

Collective Investments Inc.

RENÉ PARÉ, Director

GUSTAVE BOULANGER, Director

COLLECTIVE FUND "A"

Income Statement

for the period from October 1, 1965 to May 31, 1966

INCOME

Interests and Dividends	\$1,006,456.
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EXPENSES

Management fees	160,860.
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Net income for the period	<u>\$ 845,596.</u>
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Statement of Undistributed Income

for the period from September 30, 1965 to May 31, 1966

Balance as at September 30, 1965	\$ 550,329.
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Add:

Net income for the period	\$ 845,596.
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Accrued income on participating units sold	<u>\$ 28,559.</u>	<u>\$ 874,155.</u>
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\$1,424,484.

Deduct:

Dividends declared and paid	\$1,173,557.
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Accrued income on participating units redeemed	<u>31,611.</u>	<u>\$1,205,168.</u>
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Balance as at May 31, 1966	<u>\$ 219,316.</u>
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COLLECTIVE FUND "A"

Statement of income, expenses and earnings

(For the period from January 21, 1957 to May 31, 1966)

Year ended on September 30	Interests and dividends	Management fees	Net income	Net profit realized on sale of investments
1957 *	\$ 12,343.	\$ 2,974.	\$ 9,369.	\$ 2,163.
1958	38,461.	8,684.	29,777.	12,105.
1959	79,924.	19,889.	60,035.	45,291.
1960	136,668.	30,529.	106,139.	13,314.
1961	159,458.	40,235.	119,223.	146,518.
1962	273,716.	68,752.	204,964.	25,494.
1963	493,557.	111,099.	382,458.	199,008.
1964	718,744.	173,434.	545,310.	301,477.
1965	1,161,181.	218,820.	942,361.	358,269.
1966 **	1,006,456.	160,860.	845,596.	315,330.

Statement of Undistributed Income

(For the period from January 21, 1957 to May 31, 1966)

Year ended on September 30	Net income	Accrued income on units sold less accrued income on units redeemed	Dividends declared and paid
1957 *	\$ 9,369.	\$ 3,131.	\$ —
1958	29,777.	5,160.	28,113.
1959	60,035.	11,645.	52,367.
1960	106,139.	3,477.	93,914.
1961	119,223.	6,597.	117,614.
1962	204,964.	32,212.	171,980.
1963	382,458.	34,127.	317,630.
1964	545,310.	44,515.	505,833.
1965	942,361.	74,396.	777,115.
1966 **	845,596.	(3,052.)	1,173,557.

* Period of 8 months only.

** Period of 8 months only, from October 1, 1965 to May 31, 1966.

COLLECTIVE FUND "A"

Statement of Investments as at May 31, 1966

Number of shares	Shares	Average cost	Market value
BANKS AND FINANCE (10.4%)			
8,000	Banque Canadienne Nationale	\$ 521,158.	\$ 504,000.
31,000	Montreal City and District Savings Bank	561,600.	453,375.
8,000	Bank of Montreal	510,148.	490,000.
12,000	Banque Provinciale du Canada	577,873.	537,000.
8,000	The Royal Bank of Canada	608,215.	612,000.
8,000	Continental Discount Corporation, 6½%, pfd. conv.	200,000.	168,000.
31,000	Industrial Acceptance Corporation Ltd.	734,750.	643,250.
		<u>\$ 3,713,744.</u>	<u>\$ 3,407,625.</u>
PUBLIC UTILITIES (9.2%)			
2,650	British Columbia Telephone Company	\$ 153,056.	\$ 166,950.
8,000	The Bell Telephone Company of Canada	453,011.	430,000.
7,500	General Telephone & Electronics Corporation	324,304.	352,034.
9,000	Great Lakes Power Corp. Ltd.	221,241.	245,250.
12,000	International Utilities Corporation	305,046.	355,500.
19,000	Maritime Telephone & Telegraph Co. Ltd., with 19,000 rights	422,373.	388,170.
30,000	Nova Scotia Light & Power Co. Ltd.	251,718.	382,500.
30,000	Quebec Telephone	689,740.	720,000.
		<u>\$ 2,820,489.</u>	<u>\$ 3,040,404.</u>
FOOD, BEVERAGES AND TOBACCO (6.1%)			
11,000	Distillers Corp. Seagrams Ltd.	\$ 238,436.	\$ 371,250.
15,000	George Weston Limited "A"	272,900.	296,250.
14,000	Imperial Tobacco Company of Canada Limited	220,752.	199,500.
30,000	Loblaw Companies Limited "B"	260,911.	318,750.
5,950	Molson Breweries Limited "A"	181,984.	208,250.
14,100	Viau Limitée	177,500.	169,200.
18,000	Woodward Stores (1947) Limited "A"	428,759.	441,000.
		<u>\$ 1,781,242.</u>	<u>\$ 2,004,200.</u>
STEEL AND HEAVY INDUSTRY (7.9%)			
16,000	Algoma Steel Corp. Ltd.	\$ 413,616.	\$ 472,000.
22,000	Dominion Foundries & Steel Ltd.	361,237.	533,500.
10,000	Ford Motor Company	566,070.	511,072.
15,000	General Steel Industries Inc.	464,065.	405,495.
12,000	Massey-Ferguson Limited	179,184.	436,500.
10,000	Steel Co. of Canada Ltd.	187,752.	232,500.
		<u>\$ 2,171,924.</u>	<u>\$ 2,591,067.</u>

Number of shares	Shares	Average cost	Market value
PULP AND PAPER (7.1%)			
35,000	Donohue Brothers Limited	\$ 257,415.	\$ 275,625.
15,000	Domtar Limited	312,716.	264,375.
10,000	Fraser Companies Limited	282,400.	277,500.
25,000	Great Lakes Paper Co. Limited	524,766.	678,125.
19,000	MacMillan Bloedel Ltd.	465,496.	494,000.
4,750	MacMillan Bloedel Ltd. — Pfd.	1	4,275.
24,000	The Price Company Ltd.	321,086.	336,000.
		<u>\$ 2,163,880.</u>	<u>\$ 2,329,900.</u>
METAL, MINING AND REFINING (6.8%)			
15,000	Alcan Aluminium Limited	\$ 446,690.	\$ 598,125.
17,000	Asbestos Corporation Limited	440,091.	367,625.
16,000	Hollinger Consolidated Gold Mines Ltd.	443,554.	364,000.
4,000	Hudson Bay Mining & Smelting Co. Ltd.	221,562.	314,000.
3,000	International Nickel Co. of Canada Ltd.	188,263.	292,500.
6,000	Noranda Mines Limited	221,302.	317,250.
		<u>\$ 1,961,462.</u>	<u>\$ 2,253,500.</u>
OIL AND PIPELINES (4.8%)			
13,000	British American Oil Co. Ltd.	\$ 442,809.	\$ 433,875.
8,000	Imperial Oil Limited	373,962.	426,000.
8,000	Texaco Canada Limited	431,938.	462,000.
15,000	Trans-Mountain Oil Pipe Line Co.	242,522.	262,500.
		<u>\$ 1,491,231.</u>	<u>\$ 1,584,375.</u>
MISCELLANEOUS (6.6%)			
11,000	Canadian Pacific Railway Co.	\$ 423,200.	\$ 600,000.
4,000	Continental Air Lines, Inc.	283,155.	264,681.
2,000	Owens-Corning Fiberglass Corp.	130,360.	184,524.
5,000	Continental Can Co. Inc.	366,627.	359,095.
5,000	Grumman Aircraft Engineering Co.	266,996.	268,985.
5,000	Radio Corporation of America	289,591.	275,037.
10,000	Sperry Rand Corp.	233,659.	220,568.
		<u>\$ 1,993,588.</u>	<u>\$ 2,172,890.</u>
	TOTAL SHARES (58.9%)	<u>\$18,097,560.</u>	<u>\$19,383,961.</u>

Par value	Bonds	Average cost	Market value
CONVERTIBLE BONDS (2.3%)			
\$ 100,000.	Simpson's Limited, 5½%, 9/15/79 — Series "C"	\$ 105,625.	\$ 135,000.
200,000.	Trans Canada Corporation Fund, 6%, 3/1/77	203,022.	192,000.
75,000.	Alliance Credit Corporation, 6¼%, 11/1/79	76,100.	64,313.
375,000.	Blue Bonnets Raceway Inc., 6¾%, 11/15/82 — Series "A"	373,500.	363,750.
		<u>\$ 758,247.</u>	<u>\$ 755,063.</u>
BONDS (32.8%)			
\$1,200,000.	Province of Quebec, 6%, 3/15/80, conv. into 1994 before 1979	\$ 1,188,000.	\$ 1,188,000.
450,000.	Province of Quebec, 6%, 10/15/78	460,125.	445,000.
1,100,000.	Province of Quebec, 6%, 12/15-/79, conv. into 12/15/93	1,100,000.	1,089,000.

Par value	Bonds	Average cost	Market value
2,000,000.	Province of Quebec, 5½ %, 1/15/89	1,989,906.	1,850,000.
1,000,000.	Province of Quebec, 5½ %, 4/1/90	981,204.	926,250.
1,150,000.	Province of Quebec, 5¾ %, 10/15/90	1,119,785.	1,095,375.
100,000.	Quebec-Hydro, 6%, 5/1/73	103,500.	99,250.
550,000.	Quebec-Hydro, 5½ %, 6/1/88	548,637.	508,750.
100,000.	City of Montreal, 5¾ %, 6/1/89	98,500.	92,250.
100,000.	Continental Discount Corporation, 6½ %, 3/1/80, with 2,000 warrants	99,500.	97,500.
100,000.	Alliance Credit Corporation, 6½ %, 11/1/73	100,000.	91,750.
300,000.	Alliance Credit Corporation, 6%, 2/1/85 — Series "B"	297,000.	243,000.
100,000.	Crédit M.-G. Inc. 6¾ %, 9/1/73	100,000.	96,000.
350,000.	Crédit Foncier Franco Canadien, 5½ %, 6/15/72	336,875.	319,375.
200,000.	Crédit Foncier Franco Canadien, 5¾ %, 7/2/84	198,000.	182,000.
225,000.	Quebec Telephone, 5¼ %, 5/1/68 — Series "A"	225,000.	219,375.
200,000.	Rolland Paper Co. Ltd., 5¾ %, 7/2/84	197,500.	198,000.
200,000.	Consumers Glass Co. Ltd., 5%, 9/1/68	198,762.	194,000.
300,000.	Husky Oil Canada Ltd., 6%, 11/2/84	301,500.	288,000.
500,000.	Domtar Limited, 5⅝ %, 5/1/90	495,000.	460,000.
300,000.	General Mortgage Service Corp., 6%, 4/15/73	297,000.	270,000.
500,000.	The Steel Company of Canada Ltd., 5½ %, 5/1/90	495,000.	465,000.
200,000.	Régie de la Place des Arts, 5¾ %, 4/15/2005	200,000.	181,500.
200,000.	Hamel Transport Limitée, 6½ %, 2/1/67/68 ..	198,000.	200,000.
TOTAL BONDS (35.1%)		\$12,087,041.	\$11,554,438.
190,000.	Units of Collective Fund "B" (3.1%)	\$ 1,025,903.	\$ 1,005,290.
Accrued interest and receivables (2.9%)			\$ 967,353.
TOTAL ASSETS (100%)			<u>\$32,911,042.</u>

COLLECTIVE FUND "B"

Interim Balance Sheet as at May 31, 1966

ASSETS

Cash	\$	55,407.	
Accrued interest and dividends receivable		<u>34,120.</u>	\$ 89,527.

INVESTMENTS: (Note)

	Average cost	Market value	
Bonds	\$2,312,189.	\$2,242,842.	
Shares	<u>60,925.</u>	<u>72,384.</u>	
	<u>\$2,373,114.</u>	<u>\$2,315,226.</u>	\$2,315,226.
			<u>\$2,404,753.</u>

LIABILITIES

Accounts payable	\$	1,134.	
Dividends payable		<u>70,720.</u>	\$ 71,854.
Net assets of participants (representing \$5.291 per outstanding unit)			<u>\$2,332,899.</u>

ASSETS OF PARTICIPANTS

Redeemable participating units:

420,939.918 outstanding as at September 30, 1965	\$2,260,218.		
100,466.921 issued and paid during the period	<u>550,150.</u>		
521,406.839	\$2,810,368.		
80,500.727 redeemed during the period ...	<u>442,579.</u>		
440,906.112 outstanding as at May, 31, 1966 (note)		\$2,367,789.	

Net profit realized on sale of investments: (calculated on the basis of average cost)

Balance as at September 30, 1965	\$	16,163.	
Add: Realized during the period		<u>1,085.</u>	\$ 17,248.

Unrealized depreciation of investments:

Balance as at September 30, 1965	\$	6,546.	
Deduct: Unrealized loss of the period		<u>64,434.</u>	(57,888.)
Undistributed income			<u>\$2,327,149.</u>
			<u>5,750.</u>
			<u>\$2,332,899.</u>

Note :

At May 31, 1966, Collective Fund "A" was holding 190,000 units of Fund "B" out of a total of 440,906.112 outstanding units. That is a participation of 43.09%.

Signed on behalf of the company
Collective Investments Inc.

RENÉ PARÉ, Director

GUSTAVE BOULANGER, Director

COLLECTIVE FUND "B"

Income Statement

for the period from October 1, 1965 to May 31, 1966

INCOME

Interests and Dividends	\$ 98,003.
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EXPENSES

Management fees	7,794.
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Net income for the period	<u>\$ 90,209.</u>
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Statement of Undistributed Income

for the period from September 30, 1965 to May 31, 1966

Balance as at September 30, 1965	\$ 46,247.
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Add:

Net income for the period	\$ 90,209.	
Accrued income on participating units sold	<u>6,791.</u>	<u>97,000.</u>

\$ 143,247.

Deduct:

Dividends declared and paid	\$ 130,343.	
Accrued income on participating units redeemed	<u>7,154.</u>	<u>\$ 137,497.</u>

Balance as at May 31, 1966	<u>\$ 5,750.</u>
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COLLECTIVE FUND "B"
Statement of income, expenses and earnings
(For the period from November 21, 1959 to May 31, 1966)

Year ended on September 30	Interests and dividends	Management fees	Net income	Net profit realized on sale of investments
1960 *	\$ 10,509.	\$ 1,375.	\$ 9,134.	\$4,469.
1961	34,343.	4,039.	30,304.	3,915.
1962	60,662.	5,553.	55,109.	5,048.
1963	79,739.	9,237.	70,502.	4,390.
1964	119,245.	14,348.	104,897.	(974.)
1965	130,199.	11,611.	118,588.	(684.)
1966 **	98,003.	7,794.	90,209.	1,085.

Statement of Undistributed Income
(For the period from November 21, 1959 to May 31, 1966)

Year ended on September 30	Net income	Accrued income on units sold less accrued income on units redeemed	Dividends declared and paid
1960 *	\$ 9,134.	\$ 2,003.	\$ 3,283.
1961	30,304.	8,090.	29,515.
1962	55,109.	5,156.	51,076.
1963	70,502.	2,555.	68,986.
1964	104,897.	1,140.	93,106.
1965	118,588.	(6,928.)	108,337.
1966 **	90,209.	(363.)	130,343.

* Period of 10 months only.

** Period of 8 months only, from October 1, 1965 to May 31, 1966.

COLLECTIVE FUND "B"

Statement of Investments as at May 31, 1966

Par value	Bonds	Average cost	Market value
GOVERNMENTS (15.6%)			
\$ 50,000.	Canada, 5¼%, 5/1/90	\$ 48,625.	\$ 47,125.
75,000.	Province of Quebec 6%, 10/15/78	75,000.	74,250.
50,000.	Province of Quebec 6%, 8/1/82	49,650.	49,375.
30,000.	Province of Ontario 6%, 11/15/69	31,650.	30,225.
100,000.	Quebec-Hydro 6%, 11/15/69 — Series "Y"	102,920.	99,750.
50,000.	Quebec-Hydro 6%, 5/1/73	52,000.	49,625.
25,000.	Montreal Metropolitan Corporation, 6%, 11/1/71/72	24,687.	24,343.
		<u>\$ 384,532.</u>	<u>\$ 374,693.</u>
OIL AND NATURAL GAS (20.6%)			
\$ 29,000.	Alberta Gas Trunk Line Co. Ltd. — 6½%, 5/15/81 — Series "A"	\$ 29,411.	\$ 29,290.
30,000.	Alberta Gas Trunk Line Co. Ltd., 5¾%, 4/1/85, Series "B"	30,000.	28,500.
50,000.	Gas Trunk Line of B.C. Ltd., 6%, 10/1/81 — Series "A"	48,750.	48,500.
50,000.	Trans-Canada Pipe Lines Ltd., 5.85%, 1/1/87	49,113.	46,625.
17,000.	Consumers' Gas Company, 6½%, 12/15/79	17,914.	17,255.
50,000.	Home Oil Co. Ltd., 6¼%, 4/1/83	50,000.	49,250.
120,000.	Husky Oil Canada Ltd., 6%, 11/2/84 — Series "A"	122,525.	115,200.
50,000.	Shell Canada Limited, 5¾%, 10/1/83 — Series "F"	49,705.	48,000.
115,000.	Western Pacific Products & Crude Oil Pipelines Ltd., 6½%, 12/31/81	118,195.	111,550.
		<u>\$ 515,613.</u>	<u>\$ 494,170.</u>
PUBLIC UTILITIES (3.4%)			
\$ 26,500.	B. C. Electric Co. Ltd., 6½%, 4/1/90 — Series "O"	\$ 27,052.	\$ 27,295.
35,000.	Bell Telephone Co. of Canada, 6¼%, 1/2/78 — Series "R"	35,750.	35,263.
10,000.	Quebec Telephone, 6%, 11/1/77 — Series "C"	9,700.	9,600.
10,000.	Smelter Power Corporation, 5¾%, 5/1/77	8,600.	9,100.
		<u>\$ 81,102.</u>	<u>\$ 81,258.</u>
PAPER (2.4%)			
\$ 50,000.	Rolland Paper Co. Ltd., 5¾%, 7/2/84 — Series "A"	\$ 49,500.	\$ 49,500.
10,000.	F. F. Soucy Inc., 6½%, 6/1/72 — Series "A"	9,950.	8,500.
		<u>\$ 59,450.</u>	<u>\$ 58,000.</u>
FINANCE COMPANIES (8.3%)			
\$ 15,000.	Continental Discount Corporation, 6¼%, 9/1/67 — Series "C"	\$ 14,925.	\$ 14,700.
20,000.	Coronation Credit Corporation Limited, 6¼%, 3/15/80 — Series "E"	19,526.	18,000.
10,000.	Commercial Acceptance Corporation Ltd., 7%, 3/1/70 — Series "C"	9,825.	9,900.

Par value	Bonds	Average cost	Market value
20,000.	Alliance Credit Corporation, 7%, 11/1/74 — Series "A" with 1,000 warrants	20,000.	18,800.
25,000.	Crédit St-Laurent Inc., 6½%, 4/1/76 — Series "D"	25,000.	24,500.
10,000.	Finance Locale Inc. 7%, 10/1/68 — Series "B"	9,800.	9,600.
10,000.	Industrial Acceptance Corp. Ltd., 6¾%, 2/1/80	9,900.	10,000.
50,000.	Mars Finance Inc., 6½%, 10/15/79, — Series "C"	49,250.	47,500.
10,000.	Roynat Ltd., 5½%, 3/15/80 — Series "A"	10,000.	9,175.
25,000.	Roynat Ltd., 6¼%, 12/15/80	24,656.	24,875.
14,000.	Traders Finance Corp. Ltd., 6¾%, 4/15/75	14,000.	13,300.
		<u>\$ 206,882.</u>	<u>\$ 200,350.</u>
DISTRIBUTION AND DEPARTMENT STORES (10.6%)			
\$ 12,500.	A. Bélanger (Retail) Limited, 7%, 5/1/67/68	\$ 12,235.	\$ 12,250.
10,000.	Cie du Marché Central Métropolitain Ltée, 7%, 4/1/70	9,900.	9,700.
10,000.	Denault Limitée, 6¾%, 3/1/71	10,000.	9,800.
10,000.	Lamontagne Limitée, 6½%, 8/1/71 with 400 warrants	10,000.	12,800.
50,000.	Lamontagne Limitée, 6¼%, 3/15/80 with 500 warrants	50,000.	47,750.
10,000.	Grenache (1963) Inc. 7%, 4/1/69 — Series "A"	10,000.	9,900.
20,000.	Laiteries Dallaire Ltée, 6½%, 2/1/81	20,000.	19,800.
25,000.	Les Laiteries Leclerc Inc., 6¾%, 2/1/81 — Series "A" with 500 warrants	25,000.	24,750.
5,000.	J. A. Vachon & Fils Limitée, 6%, 6/1/72 — Series "A"	4,500.	4,850.
8,000.	Dupuis Frères, Limitée, 6½%, 11/15/69 — Series "B"	8,000.	7,840.
30,000.	La Cie Paquet Ltée, 6¾%, 11/1/78	29,950.	28,200.
70,000.	Le Syndicat de Québec Inc., 6½%, 6/1/78/81/83	70,000.	66,500.
		<u>\$ 259,585.</u>	<u>\$ 254,140.</u>
CONSTRUCTION (5.3%)			
\$ 20,000.	Armand Sicotte et Fils Ltée, 6¾%, 5/15/72, 1st Mtge	\$ 20,000.	\$ 19,600.
10,000.	Dominion Lime Limited, 6½%, 2/1/82 — Series "A" with 200 warrants	10,000.	8,000.
50,000.	St. Lawrence Cement Co., 6½%, 10/1/80 — Series "C"	50,550.	48,750.
15,000.	Les Entreprises P. H. Desrosiers Ltée, 7%, 11/1/77	15,000.	14,700.
27,000.	Foundation Co. of Canada Ltd., 6¾%, 12/15/79	27,135.	27,000.
10,000.	Northwood Lumber Inc., 7%, 10/1/73 — Series "A" with 500 warrants	10,000.	10,000.
		<u>\$ 132,685.</u>	<u>\$ 128,050.</u>
HEAVY INDUSTRY (3.7%)			
\$ 9,000.	Anthes Imperial Company Ltd., 6%, 3/1/82	\$ 9,000.	\$ 8,775.
20,000.	Dominion Steel & Coal Corp. Ltd., 5¾%, 6/1/84	19,875.	17,400.
20,000.	Forano Limitée, 6½%, 4/1/69/70	20,000.	19,075.
25,000.	Sicard Inc., 6%, 5/15/79	24,750.	23,750.
7,000.	Volcano Limitée, 6½%, 5/1/69 — Series "B", 1st Mortgage	6,650.	6,668.
15,000.	Volcano Limitée, 6½%, 4/1/71	14,925.	13,913.
		<u>\$ 95,200.</u>	<u>\$ 89,581.</u>
REAL ESTATE (3.5%)			
\$ 10,000.	Centre d'Achats St-Hyacinthe Inc., 7%, 1/3/68	\$ 9,892.	\$ 9,900.
15,000.	Cie d'Immeubles Allard Ltée, 6%, 9/15/66 — Series "A"	14,697.	15,000.
25,000.	Cie d'Immeubles Allard Ltée, 6½%, 9/15/67-68	24,355.	25,000.
5,000.	Immeubles Delrano Inc., 6¾%, 12/1/66 — Series "A"	5,066.	5,000.
30,000.	Milton Corporation, 6½%, 6/1/66/75	30,000.	30,000.
		<u>\$ 84,010.</u>	<u>\$ 84,900.</u>

Par value	Bonds	Average cost	Market value
MORTGAGE LOAN COMPANIES (2.8%)			
\$ 10,000.	Crédit M. G. Inc., 6½ %, 10/1/71 — Series "I" with 200 warrants	\$ 10,000.	\$ 9,500.
37,000.	Crédit M. G. Inc., 6¾ %, 9/1/72 with 800 warrants	37,000.	35,520.
25,000.	General Mortgage Service Corp. of Canada, 6%, 4/15/73 — Series "B"	24,250.	22,500.
		<u>\$ 71,250.</u>	<u>\$ 67,520.</u>
CHEMICAL INDUSTRY (1.6%)			
\$ 10,000.	Sogemines Ltd., 6¾ %, 1/15/80 — Series "C"	\$ 9,500.	\$ 9,800.
28,000.	Canadian Chemical Co. Ltd., 7%, 3/1/80 — Series "A"	28,861.	28,140.
		<u>\$ 38,361.</u>	<u>\$ 37,940.</u>
HOLDING COMPANIES (3.3%)			
\$ 10,000.	Corporation d'Expansion Financière, 6½ %, 7/1/66	\$ 10,000.	\$ 10,000.
30,000.	Corporation d'Expansion Financière, 6%, 4/1/75 — conv.	30,000.	28,500.
19,000.	Trans-Canada Corporation Fund, 6%, 3/1/77 — conv.	19,369.	18,240.
25,000.	Entreprises Transport Provincial Ltée, 6½ %, 12/15/79	25,000.	23,500.
		<u>\$ 84,369.</u>	<u>\$ 80,240.</u>
TRANSPORT (0.9%)			
\$ 10,000.	Autobus Fournier Ltée, 7%, 5/1/70	\$ 10,000.	\$ 9,950.
10,000.	Hamel Transport Limitée, 7%, 2/1/69	9,950.	9,950.
		<u>\$ 19,950.</u>	<u>\$ 19,900.</u>
MISCELLANEOUS (11.3%)			
\$ 25,000.	A. Bélanger Limitée, 7%, 3/1/76	\$ 24,500.	\$ 24,500.
70,000.	Blue Bonnets Raceway Inc., 6¾ %, 11/15/82 — Series "A" — 1st Mortgage	69,775.	67,200.
10,000.	Cleyn and Tinker Ltd., 6½ %, 11/1/85 — Series "A"	9,850.	9,500.
10,000.	Mark Hot Inc., 7%, 3/1/71/72 — Series "A"	10,000.	9,800.
15,000.	Mark Hot Inc., 7%, 3/1/73 — Series "B" — 1st Mtge	15,000.	14,625.
15,000.	Alfred Lambert Inc., 6½ %, 6/1/79	15,000.	14,250.
20,000.	Melchers Distilleries Limited, 7%, 9/15/69	20,000.	19,600.
10,000.	La Lithographie du St-Laurent Limitée, 6%, 1/2/69	9,950.	9,700.
25,000.	Manoir St-Castin Inc., 6½ %, 11/1/69	25,000.	24,875.
15,000.	Mohawk Motors Mfg. (1964) Ltd., 6½ %, 7/15/67/69	15,000.	15,000.
65,000.	Mussens Ltd., 6½ %, 7/2/84 — Series "C"	65,125.	63,050.
		<u>\$ 279,200.</u>	<u>\$ 272,100.</u>
	TOTAL BONDS (93.3%)	<u>\$ 2,312,189.</u>	<u>\$ 2,242,842.</u>

Number of shares	Shares	Average cost	Market value
1,300	Commercial Acceptance Corp. Ltd., 6½ %, pfd with 1,300 warrants	\$ 12,675.	\$ 11,700.
250	Melchers Distilleries Limited, common	5,000.	5,031.
395	Husky Oil Canada Ltd. — "B" 6%, pfd cum. red	19,750.	19,651.
395	Husky Oil Canada Ltd., warrants	—	2,252.
2,000	Les Laiteries Leclerc Inc. "A"	13,500.	18,500.
500	Volcano Limitée — "A"	10,000.	10,000.
500	St. Lawrence Cement Co. Class "A" warrants	—	5,250.
	TOTAL SHARES (3.0%)	<u>\$ 60,925.</u>	<u>\$ 72,384.</u>
	Accrued interest and receivables (3.7%)		<u>\$ 89,527.</u>
	TOTAL ASSETS (100%)		<u>\$ 2,404,753.</u>

COLLECTIVE FUND "C"
Interim Balance Sheet
as at May 31, 1966

ASSETS

Accrued interest and dividends receivable	\$ 74,668.	
Due by brokers	<u>530,673.</u>	\$ 605,341.

INVESTMENTS: (Note)

	Average cost	Market value	
Bonds	\$ 2,884,250.	\$ 2,863,250.	
Shares	<u>16,762,794.</u>	<u>17,565,844.</u>	
	<u>\$19,647,044.</u>	<u>\$20,429,094.</u>	\$20,429,094.
			<u>\$21,034,435.</u>

LIABILITIES

Bank overdraft	\$ 82,268.	
Demand Loan	135,000.	
Due to brokers and accounts payable	<u>86,340.</u>	<u>\$ 303,608.</u>
Net assets of participants (representing \$8.167 per outstanding unit)		<u>\$20,730,827.</u>

ASSETS OF PARTICIPANTS

Redeemable participating units:

1,918,445.467 outstanding as at September 30, 1965	\$14,299,472.	
816,849.969 issued and paid during the period	<u>6,824,537.</u>	
<u>2,735,295.436</u>	<u>\$21,124,009.</u>	
197,071.096 redeemed during the period	<u>1,677,386.</u>	
<u>2,538,224.340</u> outstanding as at May 31, 1966		\$19,446,623.

Net profit realized on sale of investments:

(calculated on the basis of average cost)

Balance as at September 30, 1965	\$ 289,330.	
Add: realized during the period	<u>48,758.</u>	338,088.

Unrealized appreciation of investments:

Balance as at September 30, 1965	\$ 951,033.	
Deduct: unrealized loss of the period	<u>168,983.</u>	<u>782,050.</u>
		\$20,566,761.

Undistributed income		164,066.
		<u>\$20,730,827.</u>

Note :

United States investments have been valued as follows :
Cost — At average cost of Funds used for purchase of
investments,
Market value — Converted at the selling exchange rate
prevailing as at May 31, 1966.

Signed on behalf of the company
Collective Investments Inc.
RENÉ PARÉ, Director
GUSTAVE BOULANGER, Director

COLLECTIVE FUND "C"

Income Statement

for the period from October 1, 1965 to May 31, 1966

INCOME

Interests and Dividends	\$ 375,480.
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EXPENSES

Management fees	\$ 126,968.
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Net income for the period	<u>\$ 248,512.</u>
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Statement of Undistributed Income

for the period from September 30, 1965 to May 31, 1966

Balance as at September 30, 1965	\$ 239,851.
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Add:

Net income for the period	\$ 248,512.	
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Accrued income on participating units sold	<u>55,424.</u>	<u>303,936.</u>
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	\$ 543,787.
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Deduct:

Dividends declared and paid	\$ 367,817.	
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Accrued income on participating units redeemed ..	<u>11,904.</u>	<u>379,721.</u>
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Balance as at May 31, 1966		<u>\$ 164,066.</u>
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COLLECTIVE FUND "C"

Statement of income, expenses and earnings

(For the period from November 21, 1959 to May 31, 1966)

Year ended on September 30	Interests and dividends	Management fees	Net income	Net profit realized on sale of investments
1960 *	\$ 1,710.	\$ 687.	\$ 1,023.	\$ 1,348.
1961	8,778.	3,416.	5,362.	14,716.
1962	32,093.	13,777.	18,316.	22,412.
1963	80,428.	28,475.	51,953.	24,053.
1964	143,088.	51,892.	91,196.	48,266.
1965	348,889.	115,741.	233,148.	178,535.
1966 **	375,480.	126,968.	248,512.	48,758.

Statement of Undistributed Income

(For the period from November 21, 1959 to May 31, 1966)

Year ended on September 30	Net income	Accrued income on units sold less accrued income on units redeemed	Dividends declared and paid
1960 *	\$ 1,023.	\$ 349.	\$ —
1961	5,362.	2,197.	3,345.
1962	18,316.	9,265.	12,630.
1963	51,953.	7,930.	27,890.
1964	91,196.	23,127.	71,055.
1965	233,148.	79,771.	168,866.
1966 **	248,512.	43,520.	367,817.

* Period of 10 months only.

** Period of 8 months only, from October 1, 1965 to May 31, 1966.

COLLECTIVE FUND "C"

Statement of Investments as at May 31, 1966

Number of shares	Shares	Average cost	Market value
PUBLIC UTILITIES (10.9%)			
12,000	International Utilities Corporation	\$ 287,971.	\$ 355,500.
21,000	Quebec Natural Gas Corp.	288,687.	267,750.
2,250	Quebec Natural Gas Corp., 5½%, pfd. conv., with rights	223,125.	221,625.
23,000	Northern and Central Gas Co. Ltd.	613,599.	623,875.
8,500	Union Gas Co. of Canada Ltd.	169,793.	295,375.
20,000	Calgary Power Limited	456,047.	522,500.
		<u>\$ 2,039,222.</u>	<u>\$ 2,286,625.</u>
DISTRIBUTION (12.1%)			
35,000	Crush International Limited	\$ 430,912.	\$ 516,250.
40,000	Denault Limitée, "A"	278,678.	265,000.
10,500	Lamontagne Limitée, "A"	205,850.	157,500.
29,700	Metropolitan Stores of Canada Ltd.	293,610.	430,650.
20,000	National Drug and Chemical Co. of Canada Ltd.	321,025.	255,000.
25,000	Salada Foods Ltd.	292,746.	243,750.
20,000	Scott-Lasalle Ltd.	257,133.	312,500.
15,000	Zeller's Limited	240,500.	375,000.
		<u>\$ 2,320,454.</u>	<u>\$ 2,555,650.</u>
STEEL AND HEAVY INDUSTRY (7.2%)			
14,000	Algoma Steel Corp. Ltd.	\$ 474,576.	\$ 413,000.
25,000	Dominion Foundries and Steel Ltd.	688,882.	606,250.
5,000	Ford Motor Company	287,059.	255,536.
5,000	Massey-Ferguson Limited	78,965.	181,875.
12,800	Sicard Inc.	103,121.	76,800.
		<u>\$ 1,632,603.</u>	<u>\$ 1,533,461.</u>
PULP AND PAPER (7.7%)			
37,300	Rolland Paper Company Ltd., "A"	\$ 405,136.	\$ 452,263.
16,000	Domtar Limited	330,784.	282,000.
15,000	Great Lakes Paper Co. Ltd.	332,943.	406,875.
15,000	MacMillan, Bloedel Ltd.	438,044.	390,000.
3,750	MacMillan, Bloedel Ltd., pref.	—	3,375.
5,000	Thomson Newspaper Ltd.	77,500.	77,500.
		<u>\$ 1,584,407.</u>	<u>\$ 1,612,013.</u>
MINES AND METALS (9.9%)			
25,000	Advocate Mines Ltd.	\$ 165,379.	\$ 106,250.
12,000	Alcan Aluminium Limited	338,130.	478,500.
5,000	Copper Range Co.	271,770.	254,256.
17,000	Hollinger Consolidated Gold Mines Ltd.	495,170.	386,750.
8,000	Noranda Mines Limited	350,659.	423,000.
15,000	Patino Mining Corporation	174,936.	153,750.
7,000	St. Joseph Lead Company	295,044.	281,493.
		<u>\$ 2,091,088.</u>	<u>\$ 2,083,999.</u>

Number of shares	Shares	Average cost	Market value
OIL AND PIPELINES (14.3%)			
30,000	Canadian Industrial Gas & Oil Limited	\$ 380,088.	\$ 405,000.
30,000	Central Del Rio Oils Ltd.	255,746.	326,250.
13,000	Great Plains Development Co. of Canada Ltd.	162,738.	149,500.
18,000	Home Oil Company Ltd., "B"	285,700.	333,000.
35,000	Husky Oil Canada Limited	464,257.	437,500.
2,000	Husky Oil Canada Limited, 5¼%, pref. conv.	104,250.	107,500.
20,000	Pacific Petroleum Ltd.	240,256.	235,000.
4,000	Trans-Canada Pipe Lines Ltd.	97,707.	133,500.
20,000	Union Oil Co. of Canada Ltd.	316,619.	577,500.
17,000	Western Pacific Products and Crude Oil Pipelines Ltd.	286,190.	295,375.
		<u>\$ 2,593,551.</u>	<u>\$ 3,000,125.</u>
FINANCE AND HOLDING COMPANIES (1.6%)			
17,650	Alliance Credit Corporation, "A"	\$ 186,493.	\$ 31,770.
11,050	Alliance Credit Corporation, 6%, pref. conv.	125,212.	19,890.
15,600	Trans-Canada Corporation Fund	163,664.	120,900.
7,500	Quebec General Investment Corporation	66,887.	54,375.
4,000	General Trust of Canada, pref.	145,337.	102,000.
		<u>\$ 687,593.</u>	<u>\$ 328,935.</u>
ELECTRONICS (13.4%)			
10,000	Avco Corporation	\$ 283,319.	\$ 271,675.
10,000	Burroughs Corporation	411,676.	663,048.
15,000	Canadian Marconi Company	81,838.	101,250.
8,500	Fleetwood Corporation	240,231.	267,750.
10,000	General Precision Equipment Corp.	534,612.	513,762.
900	International Business Machines Corp.	238,005.	351,268.
12,000	Magnavox Company	621,152.	660,089.
		<u>\$ 2,410,833.</u>	<u>\$ 2,828,842.</u>
MISCELLANEOUS (6.4%)			
8,000	Chicago, Rock Island & Pacific Railroad Company	\$ 291,623.	\$ 284,049.
3,000	Eastern Air Lines Inc.	340,598.	351,429.
3,000	Jefferson Lake Petrochemical of Canada Ltd.	101,700.	90,000.
2,000	Jefferson Lake Petrochemical of Canada Ltd. "B", warrants	53,000.	42,000.
30,000	Revelstoke Building Materials Ltd.	286,558.	300,000.
6,000	Seaboard Air Lines Railroad Co.	329,564.	268,716.
		<u>\$ 1,403,043.</u>	<u>\$ 1,336,194.</u>
	TOTAL SHARES (83.5%)	<u>\$16,762,794.</u>	<u>\$17,565,844.</u>
Par value	Bonds	Average cost	Market value
\$2,100,000.	Canada — 5¼%, 5/1/90	\$ 1,989,750.	\$ 1,979,250.
550,000.	Province of Quebec — 6%, 3/15/80	544,500.	544,500.
250,000.	Blue Bonnets Raceway Inc. — 6½%, 11/15/82, conv.	250,000.	247,500.
100,000.	Zodiac Ltée — 6½%, 6/15/74, conv.	100,000.	92,000.
	TOTAL BONDS (13.6%)	<u>\$ 2,884,250.</u>	<u>\$ 2,863,250.</u>
	Accrued interest and receivables (2.9%)		<u>\$ 605,341.</u>
	TOTAL ASSETS (100%)		<u>\$21,034,435.</u>

Auditors' Report to the Participants

We have examined the balance sheets of Collective Funds "A", "B" and "C" as at May 31, 1966 and the income statements and the statements of undistributed income for the period ended on that date. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, the accompanying balance sheets, income statements and statements of undistributed income present fairly the state of the affairs of the Collective Funds "A", "B" and "C" as at May 31, 1966, and the results of their operations for the period ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

COURTOIS, FREDETTE, CHARETTE & Co.,
Chartered Accountants.

Montreal, June 29, 1966.

TO THE PARTICIPANTS OF COLLECTIVE FUNDS "A", "B" and "C"

We have examined the statements of income, expenses, earnings, and of undistributed income of Collective Fund "A" for the period from January 21, 1957 to May 31, 1966 and of Collective Funds "B" and "C" for the period from November 21, 1959 to May 31, 1966. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion the statements of income, expenses, earnings, and of undistributed income present fairly the results of operations of Collective Fund "A" for the period from January 21, 1957 to May 31, 1966 and of Collective Funds "B" and "C" for the period from November 21, 1959 to May 31, 1966 in accordance with generally accepted accounting principles applied on a basis consistent throughout the entire period.

COURTOIS, FREDETTE, CHARETTE & Co.,
Chartered Accountants.

Montreal, June 29, 1966.

TO THE PARTICIPANTS OF COLLECTIVE FUNDS "A", "B" and "C"

We have examined the statements of investments of Collective Funds "A", "B" and "C" as at May 31, 1966. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we have considered necessary in the circumstances.

We have counted these investments and verified their average cost and their market value.

In our opinion the preceding statements present fairly the investments of Collective Funds "A", "B" and "C" as at May 31, 1966.

COURTOIS, FREDETTE, CHARETTE & Co.,
Chartered Accountants.

Montreal, June 29, 1966.

STATUTORY INFORMATION

1. NAME — HEAD OFFICE

The Collective Funds "A", "B" and "C" are managed by Collective Investments Inc. (hereinafter referred to as the Company) which has its head Office at 333, Craig Street East, Montreal, P.Q. The Funds have their place of business at the head office of the Company.

2. CONSTITUTION

The Collective Funds have been constituted by Trust Deeds executed by Collective Investments Inc. and General Trust of Canada on the 30th day of October, 1956 with respect to Collective Fund "A" and on the 12th day of November, 1959 with respect to Collective Funds "B" and "C". However Collective Fund "A" started operations on January 21, 1957 and Collective Funds "B" and "C", on November 21, 1959.

Collective Investments Inc. is a company incorporated under the Part I of the Quebec Companies Act by Letters Patent dated July 5, 1956. Supplementary Letters Patent modifying the capital stock of the Company were granted on August 19, 1958 and on December 29, 1965.

3. NATURE OF BUSINESS

The Collective Funds are mutual investment funds the purpose of which is to reinvest in securities the moneys accruing from the sale of their participating units.

4. MANAGEMENT

The Collective Funds are under the exclusive management of Collective Investments Inc. The following persons are directors and officers of the Company.

Members of the Board of Directors and of the Executive Committee

MR. RENÉ PARÉ, 535, Outremont Avenue, Outremont, Que.

Chairman of the Board of Directors and President of the Executive Committee;

1942 to date: President and General Manager of La Société des Artisans; President of Le Conseil d'Orientation Economique du Québec, President of General Investment Company, President of L'Imprimerie Populaire Ltée; Member of the Board of Directors of the Canadian Mercantile Insurance Company, Forano Ltée, Volcano Ltée, Montel Inc., Mark-Hot Inc., Cégelec Industries Inc., and Sidbec.

MR. GUSTAVE BOULANGER, 8, des Erables Avenue, Repentigny, P.Q.

President and General Manager.

1956 to date: President and General Manager of Collective Investments Inc.;

MR. PAUL-EMILE PLAMONDON, 465, St. Cyrille Street, West, Québec, Que.

First Vice-President;

1950 to date: Vice-President of La compagnie d'assurance-vie La Solidarité; President of l'Action Sociale Catholique, President and General Manager of Le Journal L'Action, President of Thivierge le Costumier Inc., Vice-President of Les Services de Santé du Québec, Le Manoir St. Castin Inc. Kerhulu Inc., Les Jeux d'Hiver Inc., and director and member of the Executive Committee of Martineau Electric.

MR. ROLAND CHAGNON, 3980 Côte des Neiges Avenue, Montreal, Que.

Second Vice-President;

1952 to date: President and General Manager of Lallemand Inc.; Director of Dominion Glass Co. Ltd., of Bruck Mills Ltd., of Corporation d'Expansion Financière, of Les Prévoyants du Canada, of Le Syndicat de Québec, of Zeller's Limited, of Canada Trust Co. Ltd., and other Canadian companies.

MR. JACQUES DE LA CHEVROTIÈRE, 1265 Suzor Côté Avenue, Sillery, Qué.
Director;

1949 to date: General Manager of Les Services de Santé du Québec;
Member of the Board of Directors, Member of the Executive Committee and General Manager
of Les Services de Santé du Québec, Vice-President and director of Le Service Familial de
Québec and of Le Conseil de la Coopération du Québec.

Other Members of the Board of Directors

Name	Occupation	Residence
FRANÇOIS-ALBERT ANGERS	Economist	882 Victoria Street, St. Lambert, P.Q.
JACQUES ARSENAULT	Vice-President and Treasurer of Montcalm Automobile Inc.	1735 Chesnaye Park, Sillery, Que.
DAVID BELHUMEUR *	Chartered Accountant David Belhumeur & Co.	2530 Place de Vaudreuil, Trois-Rivières, Que.
BENOIT BENOIT *	President and General Manager of The Commerce General Insurance Co.	3100 Girouard Street, St-Hyacinthe, Que.
PAUL-EMILE FORTIN	Lawyer	495 Montfort Street, Jonquière, Que.
ROSAIRE GENDRON	Administrator and Financier	41 de la Cour Street, Rivière-du-Loup, Que.
MARC LECLERC	President Les Laiterie Leclerc Inc.	127 Elm Street, Granby, Que.
LOUIS-PHILIPPE POULIN	General Secretary Coopérative Fédérée de Québec	8438 Peterborough Circle, Ville d'Anjou, Que.
MAURICE TANGUAY	General Manager Geo. Tanguay & Fils Limitée	125 Daignault St., Chambly, Que.

* Representatives of the participants in the Collective Funds.

Other Officers

CLAUDE VARY	Treasurer Collective Investments Inc.	690 Smiley Avenue, St. Lambert, Que.
PAUL-EMILE NORMANDEAU	Secretary Collective Investments Inc.	1222 de Callières, Duvernay, Que.

5. INVESTMENT COMMITTEE

The management of the Funds is the responsibility of the Executive Committee of the Company. The investment decisions are made in accordance with the provisions of paragraph 17 hereunder.

6. AUDITORS

The auditors of the Collective Funds are Messrs. Courtois, Fredette, Charette & Co., 507 Place D'Armes, Montreal.

7. REGISTRAR — TRANSFER AGENT

General Trust of Canada, 84 Notre Dame Street West, Montreal, is the Registrar and Transfer Agent of the Funds.

8. CAPITAL

The capital of each Fund consists of only one category of participating unit. These units may be issued in an unlimited number and have no par value. Any holder of registrable participating units is entitled to only one vote regardless of the number of units held. Holders of registrable participating units of the Funds choose, once a year, two persons to represent them and to sit on the Board of Directors of the Company. As at May 31, 1966 the detailed account of units outstanding for each Fund was as follows:

	FUND "A"	FUND "B"	FUND "C"
Units Issued	5,124,052	521,406	2,735,295
Units Redeemed	556,232	80,500	197,071
Units Outstanding	4,567,820	440,906	2,538,224
Amount received for the units outstanding (see balance sheets)	\$29,851,696.	\$2,367,789.	\$19,446,623.

9. PARTICIPATING UNIT — ISSUANCE

The units are issued at the issuance price in force on the day when the subscriptions are received at the Head Office of the Company. The issuance price of the units of any one of the Funds is the net asset value of the units of such Fund, as determined at the closing of business on the preceding business day, plus a decreasing brokerage fee calculated on the respective amount of the subscriptions, in the manner hereinafter described.

The net asset value of a unit on a specific day is the quotient obtained by dividing the net asset value of the Fund on that day by the number of units outstanding on the same day.

The Company calculates the net asset value of the unit to the nearer cent, and in lawful money of Canada, on each full day of trading on the Montreal Stock Exchange, legal holidays and emergency periods excepted.

The Company establishes the net asset value of the Fund by subtracting from the "gross assets" of the Fund (i.e. securities in portfolio, accrued interests, dividends, rights, money in cash and in bank, etc.) the actual liabilities of the Fund, that is the expenses enumerated hereinafter. The securities in portfolio are valued as assets of the Fund at their closing sale price on the Montreal Stock Exchange, if they are listed thereon or otherwise at their closing sale price at the main stock exchange upon which they are listed. If there has been no sale of any particular security on that day, such security is valued at the mean between the closing bid and asked prices. If there have been no such bid and asked prices for such security on that day, the same principle as above shall be applied by referring to the last preceding day upon which a closing price or bid and asked prices shall have been available for such security. The value of any security which is not listed on any stock exchange and the value of other asset of the Fund is determined by the Company in the manner which it deems best.

At any time on any day and from time to time on the same day, the Company may withdraw, without notice, the issuance price calculated for any given day and replace it by a new price whenever required by market conditions or the interests of the participants. Any subscriber is liable only for the payment of the issuance price in force on the day his subscription is accepted by the Company.

Brokerage fees — Cash sale

Funds “A” and “C”

	Subscription	Invested amount	Brokerage
From \$ 200. to \$ 3,000. excl.	\$92.00	\$8.00
From \$ 3,000. to \$ 10,000. —	92.50	7.50
From \$ 10,000. to \$ 25,000. —	93.00	7.00
From \$ 25,000. to \$ 50,000. —	94.00	6.00
From \$ 50,000. to \$ 100,000. —	95.00	5.00
From \$ 100,000. to \$ 250,000. —	96.00	4.00
From \$ 250,000. to \$ 500,000. —	97.00	3.00
From \$ 500,000. to \$1,000,000. —	98.00	2.00
From \$1,000,000. and up —	98.50	1.50

Fund “B”

From \$ 1,000. to \$ 10,000. excl.	\$97.00	\$3.00
From \$ 10,000. to \$ 25,000. —	97.50	2.50
From \$ 25,000. to \$ 50,000. —	98.00	2.00
From \$ 50,000. to \$ 100,000. —	98.50	1.50
From \$ 100,000. and up —	99.00	1.00

S.I.P. 10 years

Brokerage Fee — Systematic Investment Plan

Amount of Plan	INSTALMENT		BROKERAGE FEE				Management fee on each instalment	Amount available for investment
	Initial	Subsequent	On initial instalment	On instalment 2 to 12	On 13th and each subs. instalment	% of amount of plan		
1,200.00	20.00	10.00	7.60	3.80	0.40	7.68	0.30	1,072.10
1,800.00	30.00	15.00	11.40	5.70	0.60	7.68	0.45	1,608.15
2,400.00	40.00	20.00	15.20	7.60	0.80	7.68	0.60	2,144.20
3,000.00	50.00	25.00	19.00	9.50	1.00	7.68	0.70	2,686.20
3,600.00	60.00	30.00	22.80	11.40	1.20	7.68	0.75	3,234.15
4,800.00	80.00	40.00	30.40	15.20	1.60	7.68	0.85	4,330.05
6,000.00	100.00	50.00	38.00	19.00	1.90	7.50	1.10	5,418.80
7,500.00	125.00	62.50	48.00	24.00	2.35	7.50	1.20	6,793.75
9,000.00	150.00	75.00	57.00	28.50	2.85	7.50	1.35	8,163.90
10,000.00	166.66	83.33	62.66	31.33	3.20	7.50	1.50	9,071.81
12,000.00	200.00	100.00	74.00	37.00	3.35	7.00	1.60	10,970.15
15,000.00	250.00	125.00	90.00	45.00	4.35	7.00	1.70	13,747.25
18,000.00	300.00	150.00	100.00	50.00	5.70	7.00	1.70	16,537.80
** 24,000.00	200.00	200.00	65.00	65.00	8.00	6.85	1.70	22,152.00
25,000.00	208.33	208.33	68.33	68.33	8.00	6.73	1.70	23,112.04
30,000.00	250.00	250.00	78.00	78.00	8.00	6.00	3.00	27,840.00
60,000.00	500.00	500.00	124.00	124.00	14.00	5.00	3.00	56,640.00
90,000.00	750.00	750.00	150.00	150.00	25.00	5.00	3.00	85,140.00
120,000.00	1,000.00	1,000.00	175.00	175.00	25.00	4.00	3.00	114,840.00

** The minimum initial instalment is equivalent to a regular monthly instalment when the plan is for \$24,000. or more.

S.I.P. 15 years

Brokerage Fee — Systematic Investment Plan

Amount of Plan	INSTALMENT		BROKERAGE FEE			% of amount of plan	Management fee on each instalment	Amount available for investment
	Initial	Subsequent	On initial instalment	On instalment 2 to 12	On 13th and each subs. instalment			
3,600.00	40.00	20.00	15.20	7.60	1.08	7.75	0.60	3,213.44
4,500.00	50.00	25.00	19.00	9.50	1.35	7.75	0.70	4,025.75
5,400.00	60.00	30.00	22.80	11.40	1.60	7.69	0.75	4,850.35
7,200.00	80.00	40.00	30.40	15.20	2.10	7.62	0.85	6,499.55
9,000.00	100.00	50.00	38.00	19.00	2.55	7.48	1.10	8,130.25
11,250.00	125.00	62.50	48.00	24.00	3.10	7.38	1.20	10,205.05
13,500.00	150.00	75.00	57.00	28.50	3.60	7.20	1.35	12,286.65
15,000.00	166.66	83.33	62.66	31.33	3.90	7.06	1.50	13,672.91
18,000.00	200.00	100.00	74.00	37.00	4.60	6.94	1.60	16,464.40
22,500.00	250.00	125.00	90.00	45.00	5.60	6.76	1.70	20,675.50
27,000.00	300.00	150.00	100.00	50.00	6.80	6.61	1.70	24,910.10
** 36,000.00	200.00	200.00	65.00	65.00	9.50	6.60	1.70	33,318.00
37,500.00	208.33	208.33	68.33	68.33	9.50	6.44	1.70	34,778.04
45,000.00	250.00	250.00	78.00	78.00	10.50	6.00	3.00	41,760.00
90,000.00	500.00	500.00	124.00	124.00	18.00	5.01	3.00	84,948.00
135,000.00	750.00	750.00	150.00	150.00	27.50	4.76	3.00	128,040.00
180,000.00	1,000.00	1,000.00	175.00	175.00	30.00	3.97	3.00	172,320.00

** The minimum initial investment is equivalent to a regular monthly instalment when the plan is for \$36,000. or more.

Whenever a person is purchasing, by way of several distinct subscription, registrable participating units which, upon his request, are to be registered in his own name or in the name of his spouse or of his children under 21 years of age, the commission rate to be paid upon such subscriptions shall be based upon the aggregate amount of all such subscriptions.

Whenever a participant has purchased, by way of several distinct subscriptions, registrable participating units which, upon his request, have been registered in his own name or in the name of his spouse or of his children under 21 years of age, the commission rate to be paid upon any additional subscription made by him shall be based upon the aggregate amount of all previous subscriptions made by him, the units of which are still held by him, his spouse or his children under 21 years of age, plus the amount of such additional subscription.

Trustees, tutors, curators, testamentary executors or other guardians or legal administrators may take advantage of this provision with respect to the property which they hold as administrators or trustees.

These rules shall also apply when any subscriber shall purchase registrable units of more than one Fund managed by the Company, provided such Funds provide for the same commission rate payable to the Company.

Participating Unit — Transfer

Any holder of participating units of any one of the Funds managed by the Company may transfer the said units to participating units of any other Collective Fund. The units are transferred at their net asset value as determined at the closing of business on the day during which the Company receives at its head office the unit certificate duly endorsed or a proxy form in this respect if no certificate has been issued.

However, any person who has become a participant in the Collective Funds by purchasing units of Fund "B" and who wishes to obtain the transfer thereof, must pay to the Company the difference between the brokerage fee required for the issuance of the units of Fund "B".

The permission to transfer from one Fund to another without any fee other than the above mentioned one, is a privilege and not a right and may be revoked by the Company at any time without notice. To prevent any abuse of this privilege, if a person transfers in whole or in part the money invested from one of the Funds to another, and if during a period of twelve consecutive months following this transfer such person elects to transfer again the same sum of money or any part thereof, the Company in this case shall levy a fee of 1% of the sum which will have been transferred again.

Participating Unit — Redemption

Any holder of participating units of a Fund may require that such Fund, on any business day, emergency period excepted, redeem in whole or in part the units held by him by delivering to the Company at its Head Office, a request to this effect, together with the certificate duly endorsed, if required, the whole in accordance with the provisions of the Trust Deed pertaining thereto.

The redemption price shall be that of the net asset value determined at the closing of business on the business day during which the Company received at its Head Office, duly endorsed, if required, the certificate for the units, redemption of which is requested.

Upon receipt of the request for redemption and of the certificate, the Company shall promptly pay to the holder, in lawful money of Canada, the redemption price of the redeemed units.

However, the Company may postpone the payment of the redemption price for a period not exceeding 7 clear days following receipt of the request for redemption and delivery of the certificate.

In the event of an emergency period, the Company may also suspend its obligation to redeem the units for the entire duration of such period. As soon as such emergency period is over,

the Company must redeem the units for which it had received a request for redemption during the emergency period at the redemption price determined at the closing of business on the first business day after a return to normal. "Emergency period" means a period during which the Stock Exchange of Montreal, Toronto, New York, or the Canadian Stock Exchange, is closed for reasons other than the usual days of closing or legal holidays, or a period during which the stock exchange transactions are limited, or a period of stock exchange panic, or a period during which the authorities which have a right of supervision over the sale of the securities offered hereunder have suspended or restricted the transactions of the Funds.

As soon as the redemption price of units for which a request for redemption is made has been determined, all the rights conferred by the said units are abolished, except that of receiving, without interest, the redemption price which has been determined. The redeemed participating units are cancelled and may be neither reissued nor resold.

10. PRIORITY

The Collective Funds have not issued nor shall they issue any bond or debenture. There is no preference or priority attached to any unit over any other participating unit.

11. TRUSTEE

The trustee is General Trust of Canada. It is entrusted with the care of all the assets of the Funds. The trust agreements made between the Company and General Trust of Canada are of a similar nature to the trust agreements that commonly exist.

The securities in portfolio of the Funds are registered in the name of the Trustee or of his authorized agent, and the collection of all investment income of the Funds is attended to by the Trustee.

No trust deed other than the Trust Deed with General Trust of Canada has been entered into.

12. INDEBTEDNESS

No substantial indebtedness has been or is to be created or assumed by any one of the funds which is not shown on their respective balance sheet as at the 31st day of May 1966 accompanying the Prospectus and accordingly no security has been or will be given for any such indebtedness.

13. OPTION

No units offered by this Prospectus are covered by options outstanding or proposed to be given.

14. DISTRIBUTION

The Company holds the exclusive right to distribute the units of the Funds. In Ontario, the said units will be sold to the public through brokers who are duly registered with the Securities Commission of this province.

15. NUMBER OF PARTICIPATING UNITS OFFERED

The units of the Funds are offered in an unlimited number at an issuance price determined on each business day and based on the net asset value per unit. From the 1st of October 1964 to the 30th of September 1965, the Collective Funds have issued the following units:

	Number of units	Value
Fund "A"	1,715,753	\$12,668,921.
Fund "B"	351,227	1,986,660.
Fund "C"	1,226,577	10,081,391.

From the 1st of October 1965 to the 31st of May 1966, the Collective Funds have issued the following units:

Fund "A"	667,594	\$ 4,884,509.
Fund "B"	100,466	550,150.
Fund "C"	816,849	6,824,537.

During the year ending September 30th, 1965 and during the period from 1st of October 1965 to 31st of May 1966, the Company has received \$1,915,132. and \$847,273. respectively as commission on the sale of units of the Funds.

16. PROCEEDS OF THE SALE OF UNITS

It is impossible to estimate the net proceeds to be derived by each Fund from the sale of units, since they are offered in an unlimited number and since the issuance price may fluctuate from day to day, according to the net asset value per unit.

17. USE OF THE PROCEEDS OF THE SALE OF THE UNITS

The units shall be issued and sold for the sole purpose of constituting a portfolio of securities. The investment policy of the Funds is defined as follows:

Collective Fund "A"

The portfolio of this Fund is made of common shares, preferred shares and bonds in the proportions determined by the Executive Committee provided that the following rules are complied with;

- 1 — Not more than 10% of the net assets of the Fund may be invested in the common shares of corporations which have not regularly paid dividends during the last three years and which have not been listed for three years on the Montreal Stock Exchange, the Canadian Stock Exchange or the Toronto Stock Exchange, except in the common shares of banking institutions and trust companies, and of insurance companies the securities of which are traded over the counter.
- 2 — The current assets of the Fund may be deposited as guaranteed deposits for a period not exceeding ninety (90) days.

Collective Fund "B"

The portfolio of this Fund is made of bonds, debentures, notes or other similar instruments of any nature and of any kind, issued by the government of Canada or by the government of any province of Canada or by any city, any town or any municipality in Canada, or by any ecclesiastical corporation, school corporation, parochial corporation or hospital corporation in Canada and/or other similar institutions, or by any corporations, companies or financial, industrial or commercial institutions of any kind, in the proportions which the Executive Committee shall determine. The Committee is also authorized to invest in preferred shares any amount up to a maximum of ten per cent (10%) of the net assets of the Fund.

Collective Fund "C"

The portfolio of this Fund is made mainly of common shares, thus offering exceptional possibilities of appreciation. However, a minimum of fifty-five per cent (55%) of the portfolio shall be comprised of Canadian securities.

Cash and money deposited at the bank or with the Trustee (guaranteed deposits and investment income excepted) must not exceed five per cent (5%) of the net assets of any Fund for more than ten (10) days.

None of the Collective Funds "A", "B" or "C" may:

- 1) invest more than ten per cent (10%) of the net assets of the Fund in securities of any one corporation, with the exception of securities issued or guaranteed by the government of Canada or by the government of any one of the provinces of Canada;

- 2) hold more than ten per cent (10%) of the outstanding capital stock and/or of the bond debt of the same Company;
- 3) purchase securities which are the object of an initial sale and distribution to the public unless such securities may be legally sold and distributed in the Province of Quebec or Ontario;
- 4) purchase securities on margin or sell short;
- 5) underwrite any issue of securities or participate in its distribution to the public;
- 6) borrow any money except in certain exceptional circumstances, or for the redemption of participating units. Such borrowings, however, shall never exceed five per cent (5%) of the total assets of the Fund calculated at the market value at the time of the borrowing;
- 7) make any loan to any officer, director or employee of the Company;
- 8) purchase securities otherwise than from persons or corporations which usually trade in securities, except in exceptional cases when the purchase price of the securities is approximately the same as the regular market price would be or when the price has been negotiated at arm's length;
- 9) make investments which might compel the Funds to make one or more contributions of an unlimited amount, even after having paid the acquisition price;
- 10) purchase or sell commodities or term contracts with respect to commodities;
- 11) make loans guaranteed by hypothec;
- 12) purchase immoveables.

Moreover, any officer, director or employee of the Funds having the responsibility of doing research work or participating in the making of decisions with respect to the acquiring of securities of a Company in which such officer, director or employee has any direct or indirect interest, must immediately declare his interest therein.

When a Mutual Fund wishes to invest in the securities of another open end Mutual Fund, it can only do so provided that:

- a) The Fund which it buys the securities of has, in general, an investment policy similar to the one of the buyer;
- b) The Fund which it buys the securities of, has complied with the requirements, if any of the competent controlling authorities in the province of Quebec or Ontario;
- c) The units which it buys, are purchased at a price equal to the net assets value of the Fund that sells them;
- d) Either the Fund that buys or the Fund that sells, but only one of them and not both, receives a management fee, which must be calculated on the net assets value of the units sold during the period when these units are held by the Fund that buys.

18. MINIMUM AMOUNT

In the opinion of the Company, no minimum amount must be attained by the sale of the participating units offered by this Prospectus.

19. UNDERWRITING AGREEMENT

No agreement has been entered into with any underwriter or any stock broker with respect to the participating units of the Fund. Furthermore, no amount has been paid or will be payable to any promoter as such, out of the assets of the Funds.

20. - 21. REMUNERATION

The remuneration of the members of the Investment Committee is the responsibility of the Company.

There being no director of the Funds, no remuneration to any director or officer has been paid or shall be payable by the Funds.

22. COMMISSION

The Company receives a commission based upon the amount of the subscription for participating units. During the year ending the 30th of September 1965 and during the period

from 1st of October 1965 to 31st of May 1966, the Company has received \$1,915,132. and \$847,273. respectively as commission on the sale of units of the Funds. All expenses of the Funds relating to their organization, management and operation, with the exception of the commissions and brokerage fees on the purchase and on the sale of securities in portfolio, as well as the transfer taxes and taxes of all kinds to which the Funds are or might be subject, are assumed entirely by the Company. In turn, each of the Funds pays to the Company a management fee calculated monthly on the net asset value at the end of each month. This fee amounts to 1/16 of 1% for Fund "A", 1/24 of 1% for Fund "B", and 1/12 of 1% for Fund "C". No commission is payable by the Funds to anyone for procuring or agreeing to procure subscriptions for participating units.

23. PRELIMINARY EXPENSES

The Funds are not bound to pay any preliminary expenses.

24. - 25. COMPOSITION OF ASSETS

The only assets which each of the Funds may acquire out of the proceeds of the issue of its units are securities, in proportion to the amounts received from the subscriptions for the said units. Such securities are purchased through various stock brokers and dealers chosen by the Company and whose brokerage fees are paid at the current rate.

26. CONSIDERATION

No unit has been, or shall be issued for any consideration other than cash.

27. BONDS

The Funds do not offer any bonds.

28. PAYMENT OF SERVICES

The proceeds of the subscriptions for the units of Funds shall not be used for the remuneration of any services other than those provided for in Section 22 hereinabove.

29. PROMOTER

No amount has been paid during the last two years or is intended to be paid by the Company to any promoter.

30. MATERIAL CONTRACTS

No material contract has been entered into by the Funds other than the Trust Deeds and the Management Contracts deriving therefrom executed on the 30th of October 1956 and on the 12th of November 1959 by General Trust of Canada and the Company. Copy of these agreements may be examined by any person during the business hours at the Head Office of the Company.

31. INTEREST OF DIRECTORS

No director of the Company nor any person has received or shall receive any interest in the promotion of the Funds or in any assets acquired during the last two years or proposed to be acquired by the Funds.

32. PURCHASE OF ENTERPRISES

The Funds have not acquired nor is it proposed that they acquire directly or indirectly any business or industry.

33. CONTROL OF THE FUNDS

The management of the Funds is the responsibility of the Company, and no person is in a position to or is entitled to elect a majority of the directors of the Company, since the Letters Patent of the said Company provide that no one person may hold more than one of the one hundred Class "B" voting shares of the Company.

34. DIVIDENDS

The Funds have paid the following dividends during the five years preceding the date of this Prospectus.

COLLECTIVE FUND "A"

Year Ended	Paid Dividends
September 30th, 1961	18¢
September 30th, 1962	18¢
September 30th, 1963	19¢
September 30th, 1964	21¢
September 30th, 1965	22½¢
May 31st, 1966 *	26¢

COLLECTIVE FUND "B"

Year Ended	Paid Dividends
September 30th, 1961	28¢
September 30th, 1962	30¢
September 30th, 1963	31¢
September 30th, 1964	28½¢
September 30th, 1965	31¢
May 31st, 1966 *	30½¢

COLLECTIVE FUND "C"

Year Ended	Paid Dividends
September 30th, 1961	9¢
September 30th, 1962	9¢
September 30th, 1963	7¢
September 30th, 1964	11¢
September 30th, 1965	14½¢
May 31st, 1966 *	17¢

* Period of 8 months only, from October 1, 1965 to May 31, 1966.

35. PORTFOLIO OF COLLECTIVE FUND "A"

On several occasions over the years, Collective Fund "A" has purchased units of participation of Collective Fund "B". On May 31 1966 these purchases totalled 190,000 units. These units have been acquired by Collective Fund "A" without any brokerage fees, and the assets resulting from this investment are deducted from the assets of Fund "A" at the time of calculation of the management fee.

36. GENERAL INFORMATION

The information supplied by the officers of the Company which precedes the statutory information form part of this Prospectus.

There are no other material facts not disclosed in this Prospectus.

CERTIFICATE

The foregoing constitutes full, true and plain disclosure of all material facts in respect of the offering of securities referred to above as required by section 40 of The Securities Act (Ontario), and there is no further material information applicable other than in the financial statements or reports where required.

COLLECTIVE INVESTMENTS INC.

(Signed) GUSTAVE BOULANGER

DAVID BELHUMEUR
by his agent
GUSTAVE BOULANGER

(Signed) ROLAND CHAGNON

BENOIT BENOIT
by his agent
GUSTAVE BOULANGER

(Signed) JACQUES DE LA CHEVROTIÈRE

PAUL-EMILE FORTIN
by his agent
GUSTAVE BOULANGER

(Signed) RENÉ PARÉ

ROSAIRE GENDRON
by his agent
GUSTAVE BOULANGER

(Signed) PAUL-EMILE PLAMONDON

MARC LECLERC
by his agent
GUSTAVE BOULANGER

FRANÇOIS-ALBERT ANGERS
by his agent
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LOUIS-PHILIPPE POULIN
by his agent
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JACQUES ARSENAULT
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MAURICE TANGUAY
by his agent
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Montreal, July 5, 1966.

